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UNITED STATES
AND EXCHANGE COMMISSION
Washington, D.C. 20549

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**ANNUAL AUDITED REPORT
FORM X-17A-5
PART III**

SEC FILE NUMBER
8-65981

FACING PAGE

**Information Required of Brokers and Dealers Pursuant to Section 17 of the
Securities Exchange Act of 1934 and Rule 17a-5 Thereunder**

REPORT FOR THE PERIOD BEGINNING 01/01/07 AND ENDING 12/31/07 X
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: UOB Kay Hian (US) Inc.

ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)

592 Fifth Avenue 6th Floor

New York

(No. and Street)

New York

(City)

(State)

10036

(Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT

Athena Kwai

(212) 840-1602

(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*

Weiser LLP

(Name -- if individual, state last, first, middle name)

3000 Marcus Avenue

Lake Success

NY

11042-1066

(Address)

(City)

(State)

SEC

(Zip Code)

CHECK ONE:

- ☒ Certified Public Accountants
☐ Public Accountant
☐ Accountant not resident in United States or any of its possessions.

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J THOMSON
FINANCIAL

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*Claims for exemption from the requirement that the annual report be covered by the opinion of an independent public accountant must be supported by a statement of facts and circumstances relied on as the basis for the exemption. See Section 240.17a-5(e)(2)

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information contained in this form are not required to respond
unless the form displays a currently valid OMB control number.

SEC 1410 (06-02)

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OATH OR AFFIRMATION

I Athena Kwai, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of UOB Kay Hian (US) Inc., as of December 31, 2007, are true and correct. I further swear (or affirm) that neither the company nor any partner, proprietor, principal officer or director has any proprietary interest in any account classified solely as that of a customer, except as follows:

ROBERT ILARIA
Notary Public, State of New York
No. 011L6134434
Qualified in Kings County
Term Expires October 3, 2009

Robert Iliaria
Notary Public

[Signature]
Signature

President

Title

This report ** contains (check all applicable boxes):

- ☒ (a) Facing Page.
- ☒ (b) Statement of Financial Condition.
- ☒ (c) Statement of Income (Loss).
- ☒ (d) Statement of Cash Flows.
- ☒ (e) Statement of Changes in Stockholders' Equity or Partners' or Sole Proprietors' Capital.
- ☒ (f) Statement of Changes in Liabilities Subordinated to Claims of Creditors.
- ☒ (g) Computation of Net Capital.
- ☒ (h) Computation for Determination of Reserve Requirements Pursuant to Rule 15c3-3.
- ☐ (i) Information Relating to the Possession or Control Requirements Under Rule 15c3-3.
- ☒ (j) A Reconciliation, including appropriate explanation of the Computation of Net Capital Under Rule 15c3-1 and the Computation for Determination of the Reserve Requirements Under Exhibit A of Rule 15c3-3.
- ☐ (k) A Reconciliation between the audited and unaudited Statements of Financial Condition with respect to methods of consolidation.
- ☒ (l) An Oath or Affirmation.
- ☐ (m) A copy of the SIPC Supplemental Report.
- ☐ (n) A report describing any material inadequacies found to exist or found to have existed since the date of the previous audit.
- ☒ (o) Independent Auditors' Report on Internal Accounting Control.

****For conditions of confidential treatment of certain portions of this filing, see section 240.17a-5(e)(3).**

UOB Kay Hian (U.S.) Inc.

UOBKayHian

592 Fifth Avenue, 6th Floor
New York, NY 10036
Tel: 212-840-1301
Fax: 212-840-6582
www.uobkayhian.com

STATEMENT OF FINANCIAL CONDITION

DECEMBER 31, 2007

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UOB Kay Hian (U.S.) Inc.
Statement of Financial Condition
December 31, 2007

Assets

Cash	\$ 1,985,505
Receivable from broker	132,269
Receivable from clearing broker	33,637
Deposit with clearing broker	49,659
Fixed assets, net of accumulated depreciation of \$52,158	14,988
Deferred tax asset	20,969
Other assets	20,316
Total assets	\$ 2,257,343

Liabilities and Stockholder's Equity

Liabilities

Accounts payable and accrued expenses	\$ 165,813
Payable to affiliate	101,940
Payable to parent	281
Taxes payable	388,596
	<u>656,630</u>

Liabilities subordinated to claims of general creditors

150,000

Total liabilities

\$ 806,630

Commitment

Stockholder's equity

Common stock, \$1.00 par value; 2 shares authorized,

2 shares issued and outstanding

2

Additional paid-in capital

549,998

Retained earnings

900,713

Total stockholder's equity

1,450,713

Total liabilities and stockholder's equity

\$ 2,257,343

The accompanying notes are an integral part of this financial statement.

UOB Kay Hian (U.S.) Inc.
Notes to Financial Statement
December 31, 2007

1. Organization

UOB Kay Hian (U.S.) Inc. (the "Company") was organized as a corporation under the laws of the State of New York. The Company is a broker-dealer which became registered on November 4, 2003 with the Securities and Exchange Commission and is a member of the Financial Industry Regulatory Authority. The Company acts exclusively on behalf of its institutional customers in the buying and selling of Asian Securities through a related company, UOB Kay Hian Private Limited ("Limited"). The parent of both companies is UOB-Kay Hian Holdings Limited (the "Parent"). The Company opened a Toronto branch in December 2007.

2. Summary of Significant Accounting Policies

Cash Equivalents

The Company considers all money market accounts, time deposits and certificates of deposit purchased with original maturities of three months or less to be cash equivalents.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements. Actual results could differ from these estimates.

Fixed Assets

Furniture and equipment are stated at cost less accumulated depreciation and amortization. Depreciation of furniture and equipment is computed on a straight-line basis over the estimated useful lives of the related assets of three years. Amortization of leasehold improvements is computed on a straight-line basis over the term of the lease.

Income Taxes

The Company accounts for income taxes under the liability method as required by the provisions of SFAS No. 109, "Accounting for income taxes." Under this method, deferred tax assets and liabilities are determined based on differences between financial reporting and tax bases of assets and liabilities and are measured using the enacted tax rates and laws that will be in effect when the differences are expected to reverse. A valuation allowance is established to reduce deferred tax assets if it is more than likely than not that some or all of the deferred tax asset will not be realized.

UOB Kay Hian (U.S.) Inc.
Notes to Financial Statement
December 31, 2007

3. Receivable from Broker

Receivable from broker consists of commissions receivable from UOB Kay Hian Private Limited.

4. Liabilities Subordinated to Claims of General Creditors

The borrowings under subordination agreements at December 31, 2007 are as follows:

Subordinated equity, 2.25% per annum, due May 2008 to Parent	<u>150,000</u>
	<u>\$ 150,000</u>

The subordinated borrowings are available in computing net capital under the SEC's uniform net capital rule as equity borrowings. To the extent that such borrowings are required for the Company's continued compliance with minimum net capital requirements they may not be repaid.

At December 31, 2007, the Company has \$150,000 in subordinated loans which matures within a year. Pursuant to Rule 15c3-1(d), at no time may the percentage of debt to debt-equity be 70% or greater for a time period of over 90 days. The Company's percentage of debt to debt-equity total computed at December 31, 2007 is 9%.

5. Net Capital Requirements

The Company is subject to the net capital requirements of rule 15c3-1 of the Securities and Exchange Commission which requires a broker-dealer to have at all times sufficient liquid assets to cover current indebtedness. In accordance with the rule, the Company is required to maintain defined minimum net capital of the greater of \$100,000 or 1/15 of aggregate indebtedness. At no time may the ratio of aggregate indebtedness, as defined, to net capital exceed 15 to 1.

At December 31, 2007, the Company has net capital, as defined, of \$1,412,171 which is \$1,312,171 in excess of its required net capital of \$100,000. The Company has aggregate indebtedness of \$656,630. The Company's ratio of aggregate indebtedness to net capital is 0.46 to 1 at December 31, 2007.

UOB Kay Hian (U.S.) Inc.
Notes to Financial Statement
December 31, 2007

6. Commitment

Leases

The Company's main office in New York city leases office space from an affiliated company UOB Realty ("USA") Limited Partnership, which is owned 100% by a common shareholder of the Parent. The lease is non-cancelable. The Company's Toronto branch leases office space with a tenancy agreement of 12 (twelve) months, commencing on the first day of December 2007.

Future minimum annual rental payments are as follows:

<u>Year Ended</u> <u>December 31,</u>	<u>Amount</u>
U.S. Office - 2008	\$ 49,840
- 2009 (5 months)	20,767
Toronto Office - 2008 (11 months)	13,679
	<u>\$ 84,286</u>

7. Related Party Transactions

A related company, an affiliate of the Parent, provides clearing services for the Company in accordance with a clearing agreement. During the year ended December 31, 2007, the Company paid to the related company \$3,372,777 in clearing charges. Included in commissions revenue is \$54,969 in service fees received from another related company, an affiliate of the Parent, providing sales and marketing services.

A related company, an affiliate of the Parent, provides research services for the Company in accordance with a research fee agreement. During the year ended December 31, 2007, the Company paid to the related company \$1,432,204 in research fees.

Payable to affiliate amounted to \$101,940 for research fees incurred and payable to parent amounted to \$281 for interest accrued.

8. Off-Balance Sheet Risk

The Company utilizes the services of clearing brokers for the settlement of customer transactions. All customers' money balances and security positions (long and short) are carried on the books of the clearing brokers. These activities may expose the Company to off-balance-sheet credit risk in the event that the clearing broker or the customer are unable to fulfill their obligations.

The Company may, from time to time, have cash in its bank accounts in excess of FDIC insured limits and is exposed to the credit risk resulting from this concentration of cash. At December 31, 2007, the Company exceeded the FDIC limit of \$100,000 by \$1,888,128.

UOB Kay Hian (U.S.) Inc.
Notes to Financial Statement
December 31, 2007

9. Income Taxes

The deferred tax asset of \$20,969 arises from the recording of organization expense, which is recognized differently for financial reporting and income tax purposes.

As of December 31, 2007, the Company had no valuation allowance. The valuation allowance decreased \$21,981 in 2007 when it was determined that sufficient taxable income was generated to realize the deferred tax asset.

The Company's Statement of Financial Condition as of December 31, 2007 is available for examination at the office of the Company and at the Regional Office of the Securities and Exchange Commission.

Independent Auditors' Report

To the Board of Directors
UOB Kay Hian (U.S.) Inc.

We have audited the accompanying statement of financial condition of UOB Kay Hian (U.S.) Inc. (the "Company") as of December 31, 2007, that you are filing pursuant to rule 17a-5 under the Securities Exchange Act of 1934. This financial statement is the responsibility of the Company's management. Our responsibility is to express an opinion on this financial statement based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statement. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statement referred to above presents fairly, in all material respects, the financial position of UOB Kay Hian (U.S.) Inc. at December 31, 2007, in conformity with accounting principles generally accepted in the United States of America.

Wee UP

Lake Success, N.Y.
March 7, 2008

END